

FISCAL IMPACT STATEMENT ON BILL NO. **S. 483**

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TO:	The Honorable Hugh K. Leatherman, Sr., Chairman, Senate Finance Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Torina Wood and K. Earle Powell		
DATE:	March 10, 2009	SBD:	2009294

AUTHOR:	Senator Rankin	PRIMARY CODE CITE:	4-10-910
SUBJECT:	Local Option Tourism Development Fee Act		

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

BILL SUMMARY:

Senate Bill 483 would enact the Local Option Tourism Development Fee so as to allow a county in which at least \$14 million of state accommodations tax revenues have been collected in a fiscal year and a municipality located in such a county to impose a one percent sales tax increase for not more than ten years.

EXPLANATION OF IMPACT:

The Department of Revenue reports this Bill will have no fiscal impact on the General Fund of the State or on Federal and/or Other funds.

LOCAL GOVERNMENT IMPACT:

The Bill is permissive in nature and does not require the imposition of a sales tax increase. However, local expenditures could increase to the extent additional revenue is generated by those counties affected by this Bill.

SPECIAL NOTES:

The Board of Economic Advisors is the appropriate entity to address any revenue impact associated with this or any other Bill.

Approved by:



Harry Bell
Assistant Director, Office of State Budget